

SECOND DESTINATION TRANSPORTATION (SDT) PROGRAM



MARINE CORPS TACK-ON

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LPD-4



SDT TEAM

- **SDT TEAM, LPD-4**
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SDT TEAM

- **Overview**

- Responsibilities
- HQMC SDT Program
- IBM Project
- ACA Update
- PowerTrack Update
 - Interest
 - PT vs. WAWF vs. GPC
 - Iraq Account
- TWCF Billing
- Pending TAC Changes
- SDT Team Future



SDT TEAM

• Responsibilities

- SDT Program Management (\$305M+)
- POM, budget planning and execution
- ACA policy and oversight
- TVCD policy and oversight
- SSO policy and oversight
- LSR liaison on finance issues
- RFA liaison on billing issues
- TAC/LOA management
- MCBul 4610
- TGET implementation
- Transportation finance training management
- TAC/LOA table/system management
- Transportation funding guidance
- MCLC/MCSC SDT require. forecasting
- DLA over-ocean transportation billing
- DTS trans finance and billing issues
- PowerTrack implementation
- FACTS implementation
- MIPR development and management
- TRANSCOM liaison on trans issues
- Transportation billing operational supp.
- TAC Coordinator

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- **HQMC SDT Program**

- Financial program that supports the second destination transportation of USMC materiel
 - Both standard ops and GWOT support
- Centrally managed, open allotment
- Currently \$305M
- Executed via Transportation Account Codes (TACs) and Lines of Accounting (LOAs)
 - TAC use, MIPRs, Contracts, Budget transfers, travel
- Full PPBE requirements across the FYDP



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- **IBM Project**

- Provide the SDT Program with consulting support for program management and technical support services to improve the overall management of the HQMC SDT Program and fulfill program goals.
 - 08 Aug 04 - 08 Aug 07
 - Developed and documented SDT Program financial management processes, internal controls and procedures
 - Provided SDT forecasts, budgets, and acted as a requirements gathering conduit
 - Develop and document initiatives that realign functional responsibilities from the SDT Program to more appropriate offices
 - Implemented an SDT Program management tool (FOCUS)
 - Developed a robust metrics/reporting capability
 - Developed SDT training materials
 - Provided PowerTrack and Financial management operational support



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- **Air Clearance Authority (ACA) Update**
 - Air Challenge Criteria and message are currently being re-evaluated and updated.
 - FACTS shipment data is being analyzed to determine the most effective thresholds for challenges.
 - USTC
 - USMC ACA (Barstow, CA) processes CONUS outbound over ocean challenges and creates documentation for vendor shipments.
 - Currently researching OCONUS ACA possibilities
 - LOGCOM



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- **PowerTrack Update**

- Current Status of Auto CONOPS

- Marine Corps is 100% automated
 - Army (2/206)
 - Navy (23/111)
 - Air Force has no sites implemented at this time
 - DLA will roll out after other services have completed implementation

- Impact to USMC from Army and Navy Sites being rolled out in FY07

- Additional USMC LOAs will be paid electronically at DFAS
 - Additional Army and Navy LOAs will be processed electronically for USMC PowerTrack Accounts
 - Reduction of PowerTrack interest paid

- PowerTrack vs. WAWF vs. GPC

- New PowerTrack Accounts

- MCD Iraq (on hold)
 - MCAS Iwakuni (FCX site)



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- **PowerTrack Update - Interest Penalties**

- As of 27 Feb 2007, the Marine Corps accrued \$72K in interest penalties.
 - \$49k (68%) Personal Property
 - \$23k (32%) Freight
- Why we accrue interest:
 - Interest resulting from manual transactions by other Services on USMC PowerTrack Accounts
 - Late approvals by TMO/PPSO
 - Late summary invoice certifications by TMO/PPSO
 - Insufficient obligations available
 - Late payments to US Bank from DFAS
- Currently working with DFAS/P&R to determine the best course of action to resolve interest penalties.



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- **PowerTrack Update - PT vs. WAWF vs. GPC**
 - Multiple methods/systems have been selected to handle different types of billing and payment scenarios.
 - PowerTrack
 - WAWF (Wide-Area Workflow)
 - GPC (Government Purchase Card)
 - PowerTrack is the most commonly used system for commercial shipment payments.
 - Instances occur where the shipping activity could potentially use multiple methods of electronic billing and payment.
 - A MARADMIN is being drafted that will address the criteria associated with each particular electronic payment method.



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- **PowerTrack Update - Iraq Account**
 - Current environment: Stateside TMOs are approving payments for retrograde shipments from GWOT locations.
 - Camp Pendleton TMO (I MEF)
 - Camp Lejeune TMO (II MEF)
 - An Iraq account has been created to handle all shipments originating from theater regardless of the occupying MEF.
 - The account/concept is on hold pending ownership and training.



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- **Transportation Working Capital Fund (TWCF) Billing**
 - USTC's TCC (AMC/SDDC/MSC) billing process
 - Self-reimbursement concept
 - Ultimately impacts the availability of HQMC SDT funds.
 - Adversely impacts the SDT program.
 - TVCD is responsible for processing TWCF bills.
 - NAS Audit
 - Potential DFAS-led Lean Six Sigma Project.



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- **Pending TAC Changes**

- Goal is to align execution with requirement data.
- Realigned TAC structure will improve system support of budget forecasting and execution for program level visibility to Program and Item Managers.
- Increased importance and visibility for accurate requirement forecasting.
- GWOT TACs will remain the same.
- The 10 Standard Operation TACs in FY07 will be increased to approximately 35 for FY08.
- Continue to refine and adjust TACs as necessary to effectively support Marine Corps requirements.



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- **SDT Team Future**

- Need to solve staffing challenges.
- Coordinating with the Transportation Voucher Certification Division (TVCD) to assume PowerTrack operational support.
 - Freight & Personal Property
- Coordinating with LOGCOM for operational support relief.
 - Possible Air Clearance Authority Support
 - Possible Iraq PowerTrack Account Ownership
- To begin hosting annual requirements conferences
 - Resolves budget development challenges
 - Minimizes unfunded requirements damage



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QUESTIONS